

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7411

BILL NUMBER: HB 1617

DATE PREPARED: Jan 5, 2001

BILL AMENDED:

SUBJECT: Deposit of real estate transaction funds.

FISCAL ANALYST: Chris Baker

PHONE NUMBER: 232-9851

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: No Fiscal Impact

Summary of Legislation: This bill requires that all funds deposited with a fiduciary in connection with a real estate transaction must be submitted for collection to or deposited in an escrow account maintained by the fiduciary at a qualified financial institution under specified terms. It also provides that any earnings received on funds deposited in an escrow account of a fiduciary may be retained by the fiduciary as compensation for administration of the escrow account unless there is a contrary written agreement. The bill places restrictions on the disbursement of funds held in a fiduciary escrow account.

Effective Date: July 1, 2001.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: